

**STATE MINERAL AND ENERGY BOARD
DOCKET REVIEW COMMITTEE**

ITEMS REQUIRING BOARD APPROVAL

SEPTEMBER 12, 2012

**A. STATE AGENCY LEASES
SEPTEMBER 12, 2012**

La. R.S. 30:151 identifies the term “agency” as a levee district, drainage district, road district, school district, school board, or other board, commission, parish, municipality, state university, state college, state penal or charitable institution or agency, unit or institution of the state or subdivision thereof.

La. R.S. 30:155 provides that, if an agency doesn’t want the Mineral and Energy Board to do its mineral leasing, it may do its own mineral leasing, the lease given must still be approved by the State Mineral and Energy Board under R.S. 30:158.

La. R.S. 30:156 provides that, if an agency wants to mineral lease its own property, it must follow the same leasing process as the State does, including advertising, sealed bids, etc.

La. R.S. 30:158 provides that, if a mineral lease given by an agency of its own property is not approved by the Mineral and Energy Board, it is an absolutely void lease.

Pursuant to the above statutory authority, listed below are leases given by state agencies and submitted for State Mineral and Energy Board approval. The staff examines the documents submitted to make sure that the agency follows all of the steps this office goes through in leasing State owned acreage and that the document has been properly notarized.

No items received for this category.

B. STATE LEASE TRANSFERS
SEPTEMBER 12, 2012

La. R.S. 30:128 (A) provides that no transfer or assignment in relation to any lease of minerals or mineral rights owned by the state shall be valid unless approved by the State Mineral and Energy Board. Additionally, transfers or assignments shall not be granted to prospective leaseholders that are not currently registered with the office of mineral resources.

This sections deals with such transfers of interest in state mineral leases in the form of assignments of rights, subleases, and stipulations of interest. It also deals with transfers such as mergers or changes of names, which act as an assignment of interest to the newly named or emerging entity from a merger. Accompanying each of the items submitted in this section was an Ownership Transfer Form (formerly called a Form B) listing the pre- transfer ownership interest in the lease and the post- transfer ownership interest. Each document is carefully checked by the staff to ensure that the interest transfer figures are consistent, that our ownership records are complete and that all form requirements are met.

1. ASSIGNMENT

STATE LEASE NO. 20547,
Acadia and Lafayette Parishes,
Louisiana

An Assignment from Patrick L. Donohue Petroleum Properties, Inc. to Hilcorp Energy I, L.P., of all of Assignor's right, title and interest in and to State Lease No. 20547, Acadia and Lafayette Parishes, Louisiana, with further particulars being stipulated in the instrument.

Hilcorp Energy I, L.P. is designated as the joint account Lessee (contact person) pursuant to State Mineral and Energy Board Resolution dated September 10, 1975.

2. CHANGE OF NAME

STATE LEASE NOS. 16710,
16849, 16850 and 16851,
Plaquemines Parish, Louisiana

A Change of Name whereby Shamrock Equipment Company, Inc. is changing its name to Shamrock Kelly Energy, Inc., affecting State Lease Nos. 16710, 16849, 16850 and 16851, Plaquemines Parish, Louisiana, with further particulars being stipulated in the instrument.

3. ASSIGNMENT

STATE LEASE NOS. 195,
1349 and 1350, Plaquemines Parish,
Louisiana

An Assignment from Vlasic Fal, L.P. to Texoil Energy, Inc., of all of Assignor's right, title and interest in and to State Lease Nos. 195, 1349 and 1350, Plaquemines Parish, Louisiana, with further particulars being stipulated in the instrument.

Texoil Energy, Inc. is designated as the joint account Lessee (contact person) pursuant to State Mineral and Energy Board Resolution dated September 10, 1975.

**B. STATE LEASE TRANSFERS
SEPTEMBER 12, 2012**

4. ASSIGNMENT

STATE LEASE NOS. 20906
and 20908, Plaquemines Parish,
Louisiana

An Assignment from Antrim Exploration, LLC to Energy XXI GOM, LLC, of all of Assignor's right, title and interest in and to State Lease Nos. 20906 and 20908, Plaquemines Parish, Louisiana, with further particulars being stipulated in the instrument.

Energy XXI GOM, LLC is designated as the joint account Lessee (contact person) pursuant to State Mineral and Energy Board Resolution dated September 10, 1975.

5. CHANGE OF NAME

STATE LEASE NOS. 4080
and 4183, Cameron Parish,
Louisiana

A Change of Name whereby Chesapeake Exploration Limited Partnership is changing its name to Chesapeake Exploration, L.L.C., affecting State Lease Nos. 4080 and 4183, Cameron Parish, Louisiana, with further particulars being stipulated in the instrument.

6. ASSIGNMENT

STATE LEASE NOS. 4080
and 4183, Cameron Parish,
Louisiana

An Assignment from Chesapeake Exploration, LLC to Chesapeake Louisiana, L.P., of all of Assignor's right, title and interest in and to State Lease Nos. 4080 and 4183, Cameron Parish, Louisiana, with further particulars being stipulated in the instrument.

Chesapeake Louisiana, L.P. is designated as the joint account Lessee (contact person) pursuant to State Mineral and Energy Board Resolution dated September 10, 1975.

7. CHANGE OF NAME

STATE LEASE NOS. 4080
and 4183, Cameron Parish,
Louisiana

A Change of Name from Faulconer Resources 2000 Limited Partnership to Faulconer Resources 2000 Limited Partnership, LLP, affecting State Lease Nos. 4080 and 4183, Cameron Parish, Louisiana, with further particulars being stipulated in the instrument.

**B. STATE LEASE TRANSFERS
SEPTEMBER 12, 2012**

8. CHANGE OF NAME

STATE LEASE NOS. 560
and 6122, St. James Parish,
Louisiana

A Change of Name from Faulconer Resources Joint Venture-1993 to Faulconer Resources Joint Venture-1993, LLP, affecting State Lease Nos. 560 and 6122, St. James Parish, Louisiana, with further particulars being stipulated in the instrument.

9. ASSIGNMENT

STATE LEASE NOS. 18350,
18351 and 18352, St. Mary
Parish, Louisiana

An Assignment from Challenger Minerals Inc. to Knight Resources, LLC, of all of Assignor's right, title and interest in and to State Lease Nos. 18350, 18351 and 18352, St. Mary Parish, Louisiana, **INSOFAR AND ONLY INSOFAR AS** to lands located within the "VUA", SW Belle Island Field, with further particulars being stipulated in the instrument.

Knight Resources, LLC is designated as the joint account Lessee (contact person) pursuant to State Mineral and Energy Board Resolution dated September 10, 1975.

10. ASSIGNMENT

STATE LEASE NOS. 12806
and 15683, Plaquemines Parish,
Louisiana

An Assignment from Challenger Minerals Inc. to Knight Resources, LLC, of all of Assignor's right, title and interest in and to State Lease Nos. 12806 and 15683, Plaquemines Parish, Louisiana, **INSOFAR AND ONLY INSOFAR** to lands within the Voluntary Unit "A" (UV3B1 RA) and within Voluntary Unit "B" (UV3B2 RA) **AND INSOFAR AND ONLY INSOFAR AS** to those depths from the surface down to subsea depth of 10,000', with further particulars being stipulated in the instrument.

Knight Resources, LLC is designated as the joint account Lessee (contact person) pursuant to State Mineral and Energy Board Resolution dated September 10, 1975.

11. CHANGE OF NAME

STATE LEASE NOS. 5623
and 20623, Beauregard and
St. Mary Parishes, Louisiana

A Change of Name whereby El Paso E&P Company, L.P. is changing its name to EP Energy E&P Company, L.P., affecting State Lease Nos. 5623 and 20623, Beauregard and St. Mary Parishes, Louisiana, with further particulars being stipulated in the instrument.

**B. STATE LEASE TRANSFERS
SEPTEMBER 12, 2012**

12. CHANGE OF NAME

STATE LEASE NOS. 5156
and 9314, Bienville Parish,
Louisiana

A Change of Name whereby Faulconer Resources 1992 Limited Partnership is changing its name to Faulconer Resources 1992 Limited Partnership, LLP, affecting State Lease Nos. 5156 and 9314, Bienville Parish, Louisiana, with further particulars being stipulated in the instrument.

13. ASSIGNMENT

STATE LEASE NOS. 502,
1461, 1462, 14617, 19857,
20447 and 20448, LaSalle Parish,
Louisiana

An Assignment from SR Acquisition I, LLC to Sito Exploration LLC, of an undivided 20% of Assignor's right, title and interest in and to State Lease Nos. 1461, 1462 and 14617, LaSalle Parish, Louisiana, **AND** an undivided 60% of Assignor's right, title and interest in and to State Lease Nos. 502, 20447 and 20448, LaSalle Parish, Louisiana, **AND** an undivided 48.8% interest in and to State Lease No. 19857, LaSalle Parish, Louisiana, with further particulars being stipulated in the instrument.

SR Acquisition I, LLC is designated as the joint account Lessee (contact person) pursuant to State Mineral and Energy Board Resolution dated September 10, 1975.

14. CORRECTION OF RESOLUTION

STATE LEASE NOS. 8090,
8091 and 13470, St. Mary
Parish, Louisiana

A Correction of Resolution No. 21 from the July 11, 2012 Meeting, being an Assignment from Greenbriar Energy LP IV to Pennsylvania Castle Energy Corp., whereas State Lease No. 8091 was omitted from said resolution and is hereby being added and State Lease No. 8090 was incorrectly added to said resolution and is hereby being added, affecting State Lease Nos. 8090, 8091 and 13470, St. Mary Parish, Louisiana.

**B. STATE LEASE TRANSFERS
SEPTEMBER 12, 2012**

15. CORRECTION OF RESOLUTION

STATE LEASE NOS. 649,
2682, 2726, 3051, 3052, 3132,
5653, 6655, 8537, 8681, 9330,
10246, 10250, 10493 and 10837,
Acadia, Cameron, Iberia, Lafayette,
Plaquemines, St. Mary and
Vermilion Parishes, Louisiana

A Correction of Resolution No. 18 from the June 13, 1990 Meeting, being a Merger whereby FMP Operating, a Limited Partnership merged into FMP Operating Company (Delaware), Limited Partnership, whereas State Lease No. 649 was omitted from said resolution and is hereby being added, affecting State Lease Nos. 649, 2682, 2726, 3051, 3052, 3132, 5653, 6655, 8537, 8681, 9330, 10246, 10250, 10493 and 10837, Acadia, Cameron, Iberia, Lafayette, Plaquemines, St. Mary and Vermilion Parishes, Louisiana.

16. CORRECTION OF RESOLUTION

STATE LEASE NOS. 649,
2682, 2726, 3051, 3052, 3132,
5653, 6655, 8537, 8681, 9330,
10246, 10250, 10493 and 10837,
Acadia, Cameron, Iberia, Lafayette,
Plaquemines, St. Mary and
Vermilion Parishes, Louisiana

A Correction of Resolution No. 19 from the June 13, 1990 Meeting, being a Merger whereby FMP Operating Company (Delaware), Limited Partnership merged with and into Freeport-McMoRan Oil & Gas Company, whereas State Lease No. 649 was omitted from said resolution and is hereby being added, affecting State Lease Nos. 649, 2682, 2726, 3051, 3052, 3132, 5653, 6655, 8537, 8681, 9330, 10246, 10250, 10493 and 10837, Acadia, Cameron, Iberia, Lafayette, Plaquemines, St. Mary and Vermilion Parishes, Louisiana.

17. CORRECTION OF RESOLUTION

STATE LEASE NOS. 649,
2682, 3051, 3052, 3132, 3279,
6083, 6084, 6655, 7601, 8537,
8681, 9330, 10250, 10251 and 10837,
Cameron, Plaquemines, St. Mary and
Vermilion Parishes, Louisiana

A Correction of Resolution No. 31 from the April 10, 1991 Meeting, being a Merger whereby Freeport-McMoRan Oil & Gas Company is merging with and into Freeport-McMoRan Inc., whereas State Lease No. 649 was omitted from said resolution and is hereby being added, affecting State Lease Nos. 649, 2682, 3051, 3052, 3132, 3279, 6083, 6084, 6655, 7601, 8537, 8681, 9330, 10250, 10251 and 10837, Cameron, Plaquemines, St. Mary and Vermilion Parishes, Louisiana.

**B. STATE LEASE TRANSFERS
SEPTEMBER 12, 2012**

18. ASSIGNMENT STATE LEASE NOS. 20689,
20690, 20692 and 20693,
St. Mary Parish, Louisiana

An Assignment from Theophilus Oil, Gas & Land Services, of all of Assignor's right, title and interest to the following in the proportions set out below:

Apache Corporation	50.000%
Castex Energy Partners, L.P.	21.875%
Castex Energy 2008, L.P.	3.125%
Roda Drilling, LP	25.000%

in and to State Lease Nos. 20689, 20690, 20692 and 20693, St. Mary Parish, Louisiana, with further particulars being stipulated in the instrument.

Apache Corporation is designated as the joint account Lessee (contact person) pursuant to State Mineral and Energy Board Resolution dated September 10, 1975.

19. CORRECTION OF RESOLUTION STATE LEASE NOS. 1230,
1999, 2000, 4409, 4574 and
15958, Plaquemines and St.
Bernard Parishes, Louisiana

A Correction of Resolution No. 6 from the December 14, 2011 Meeting, being an Assignment from XTO Offshore, Inc. to Texas Petroleum Company, whereas as the following information was omitted from said resolution and is hereby being added..."**INSOFAR AND ONLY INSOFAR AS** said State Lease No. 2000 covers and affects rights beginning at a depth of 7,200' subsea TVD down to a depth of 11,100' TVD (being 100' below the total depth drilled)", affecting State Lease Nos. 1230, 1999, 2000, 4409, 4574 and 15958, Plaquemines and St. Bernard Parishes, Louisiana.

20. ASSIGNMENT STATE LEASE NO. 340,
Iberia Parish, Louisiana

An Assignment from EP Energy E&P Company, L.P. to Natural Gas Partners Assets, LLC, of all of Assignor's right, title and interest in and to State Lease No. 340, Iberia Parish, Louisiana, **INSOFAR AND ONLY INSOFAR AS** to Tract 1 containing 179.934 acres, more or less, **LESS AND EXCEPT** those depths from the surface to the stratigraphic equivalent of the base of the Amph. "B" 12000' B Sand, **AND** Tract 2 containing 4,769.92 acres, more or less, **LESS AND EXCEPT** those depths from the surface to the stratigraphic equivalent of the base of the Cib. Op. "Z-2" Sand, with further particulars being stipulated in the instrument.

Natural Gas Partners Assets, LLC is designated as the joint account Lessee (contact person) pursuant to State Mineral and Energy Board Resolution dated September 10, 1975.

**B. STATE LEASE TRANSFERS
SEPTEMBER 12, 2012**

21. ASSIGNMENT

STATE LEASE NO. 340,
Iberia Parish, Louisiana

An Assignment from EP Energy E&P Company, L.P. to Natural Gas Partners Assets, LLC, of all of Assignor's right, title and interest in and to State Lease No. 340, Iberia Parish, Louisiana, **INSOFAR AND ONLY INSOFAR AS** the Burton Successors Subleases are applicable to those lands described herein by metes and bounds as outlined on Exhibit "B", and depicted on the plats shown on Exhibit "B-1", with further particulars being stipulated in the instrument.

Natural Gas Partners Assets, LLC is designated as the joint account Lessee (contact person) pursuant to State Mineral and Energy Board Resolution dated September 10, 1975.

22. ASSIGNMENT

STATE LEASE NO. 340,
Mound Point Field,
Iberia Parish, Louisiana

An Assignment from Chevron U.S.A. Inc. to McMoRan Oil & Gas LLC, an undivided 31.5333% of Assignor's right, title and interest in and to State Lease No. 340, Mound Point Field, Iberia Parish, Louisiana, **INSOFAR AND ONLY INSOFAR AS** to that portion of the Burton Sublease, as further described in Exhibit "A" and "A-1", with further particulars being stipulated in the instrument.

Natural Gas Partners Assets, LLC is designated as the joint account Lessee (contact person) pursuant to State Mineral and Energy Board Resolution dated September 10, 1975.

23. ASSIGNMENT AND AMENDMENTS
OF ASSIGNMENT

STATE LEASE NOS. 1730,
8512, 9570, 9571, 9572, 11036
and 12721, Lafourche and
Plaquemines Parishes, Louisiana

An Assignment and Amendments of Assignment from Samson Contour Energy E&P, LLC to Tchefuncte Natural Resources, L.L.C., of all of Assignor's right, title and interest in and to State Lease Nos. 1730, 8512, 9570, 9571, 9572, 11036 and 12721, Lafourche and Plaquemines Parishes, Louisiana, with further particulars being stipulated in the instrument.

Tchefuncte Natural Resources, L.L.C. is designated as the joint account Lessee (contact person) pursuant to State Mineral and Energy Board Resolution dated September 10, 1975.

**C. DEPARTMENT OF WILDLIFE AND FISHERIES STATE AGENCY
LEASE TRANSFERS
SEPTEMBER 12, 2012**

The State Agency Leases require that any transfer of interest be approved by the Agency prior to the transfer. By Co-operative Endeavor Agreement, dated effective December 18, 2009, the Office of Mineral Resources has assumed responsibility for the administration of all State Agency Leases awarded by or on behalf of the said Department of Wildlife and Fisheries.

This section deals with transfers of interests in those State Agency Leases for the Department of Wildlife and Fisheries now under administration by the Office of Mineral Resources as staff of the Louisiana State Mineral and Energy Board and for which approval by the Board is being requested. Accompanying each item submitted in this section was an Ownership Transfer Form (Form-B) listing the pre-transfer and post-transfer interest of all party lease owners in the lease(s) herein set forth. Each document is carefully checked by the staff to ensure that the interest transfer figures are consistent with and reflect the interest in our records; and further, that all form requirements are met.

No items received for this category.

**D. ADVERTISED PROPOSALS
SEPTEMBER 12, 2012**

La. R.S. 30:129.1 provides that certain types of agreements entered into by the State with respect to its mineral leasing activity must be advertised within a specific time of the State Mineral and Energy Board meeting at which those agreements will be acted on.

These items are called advertised items. They consist of unitization agreements, lease amendments, gas production contracts, amendments, compromise agreements and other types of agreements. These items are checked by the staff to make sure that the contents of the agreement correctly reflect the understanding of all parties, that the form is authentic and properly notarized and that the items have met the statutory advertisement requirements.

1. OPERATING AGREEMENT (12-25) IBERIA PARISH,
LOUISIANA

An Operating Agreement by and between the State of Louisiana, through the State Mineral and Energy Board and Texas Petroleum Investment Company, to create an operating tract for the exploration and development of oil, gas and/or condensate and other liquid hydrocarbons, which proposal allocates to the State a State Production Interest equal to 25% before payout, increasing to 25.5% after payout, in and to the Operating Tract, whereas operator desires and intends to obtain production from the E. H. Peterman No. 6 Well, SN 63863, covering a portion of State Lease No. 17852, containing .866 acres, more or less, Iberia Parish, Louisiana, with further particulars being stipulated in the instrument.

2. DEFERRED GAS PRODUCTION (12-26) STATE LEASE NO. 20626,
AGREEMENT St. Charles Parish, Louisiana

A Deferred Gas Production Agreement presented by Tri-C Resources, LLC, et al, by which royalty gas from the State Lease 20626 Well No. 001-D, will be deferred pending effort to obtain an interstate market therefor, affecting State Lease No. 20626, St. Charles Parish, Louisiana, with further particulars being stipulated in the instrument.

3. AMENDMENT OF DEFERRED GAS (12-27) STATE LEASE NO. 20626,
PRODUCTION AGREEMENT St. Charles Parish, Louisiana

An Amendment of Deferred Gas Production Agreement presented by Tri-C Resources, LLC, to suspend the Deferred Gas Production Agreement approved by the State Mineral Board on September 12, 2012, and to thereby authorize Tri-C Resources, LLC, to commence the marketing of the State's royalty gas in interstate commerce to an various interstate purchasers, for a period of 720 days effective from the first day of production from the State Lease 20626 Well No. 001-D, affecting State Lease No. 20626, St. Charles Parish, Louisiana, with further particulars being stipulated in the instrument.

D. ADVERTISED PROPOSALS
SEPTEMBER 12, 2012

4. UNITIZATION AGREEMENT (12-28)

STATE LEASE NO. 340,
Iberia and St. Mary Parishes,
Louisiana

A Unitization Agreement presented by Shoreline Offshore LLC, to create a 505.029 acre unit, more or less, identified as the **“Voluntary Unit “A”**, with 505.029 acres being attributable to State Lease No. 340, Iberia and St. Mary Parishes, Louisiana, with further particulars being stipulated in the instrument.

5. COMPROMISE AGREEMENT AND
RELEASE (12-29)

STATE LEASE NOS. 15918,
16628 and 17382, Plaquemines Parish,
Louisiana

A Compromise Agreement and Release by and between the State of Louisiana, ex rel. The Department of Natural Resources and the Louisiana Office of Mineral Resources and Albert A. Prats, Jr., et al, whereas said parties desire to settle a dispute between the state and other claimants, affecting State Lease Nos. 15918, 16628 and 17382, Plaquemines Parish, Louisiana, with further particulars being stipulated in the instrument.

6. UNITIZATION AGREEMENT (12-30)

STATE LEASE NO. 17880,
Avoyelles Parish, Louisiana

A Unitization Agreement presented by Petro-Guard Company, Inc., et al, to create a 63.79 acre unit, identified as the **“Petro-Guard Production, LLC VUA; Irion No. 1”**, with 1.29 acres being attributable to State Lease No. 17880 and the remaining acreage being attributable to private ownership, Eola Field, Avoyelles Parish, Louisiana, with further particulars being stipulated in the instrument.